

RESOLUTION NO. 36-1996

**A RESOLUTION OF THE CITY OF MILWAUKIE, OREGON,
AUTHORIZING THE REDEMPTION OF BONDS.**

The City of Milwaukie, Oregon (the "City") finds as follows:

- A. The City issued its General Obligation Water System Improvement Bonds, Series 1968, dated October 15, 1968 in the amount of Nine Hundred Thousand Dollars (\$900,000.00) (the "1968 Bonds"). The Bonds mature in various amounts from October 15, 1970 through October 15, 1999 and were subject to early call and redemption on October 15, 1987.
- B. The City maintains a Water Utility Fund which contains funds in excess of the amount necessary to redeem the 1986 Bonds.

NOW, THEREFORE, BE IT RESOLVED by the City as follows:

1. **Redemption.** The Finance Director is authorized and directed to provide notice of redemption of the City's 1968 Bonds to Key Bank of Oregon, Inc., the City's paying agent and to cause publication of such notice to be made in the *Daily Journal of Commerce*, a financial newspaper published to the City of Portland, in substantially the form attached hereto as Exhibit A.
2. **Funding of Redemption.** The Finance Director is authorized and directed to deposit sufficient funds with the paying agent and to enter into such agreements with the paying agent as required to redeem the 1968 Bonds On October 15, 1996.

Introduced and adopted by the City Council of the City of Milwaukie, Oregon on September 3, 1996.


Craig Lomnicki, Mayor

ATTEST:


Pat DuVal, City Recorder

APPROVED AS TO FORM:

O'DONNELL, RAMIS, CREW, CORRIGAN & BACHRACH


City Attorney

Exhibit "A"

Notice of Redemption
General Obligation Water System Improvement Bonds, Series 1968

NOTICE IS HEREBY GIVEN that the City of Milwaukie, Oregon has called for redemption on October 15, 1996, all of its then outstanding General Obligation Water System Improvement Bonds, Series 1968 (the "Bonds"),

The Bonds will be redeemed at a price of one hundred percent (100%) of their principal amount, plus interest accrued to October 15, 1996. The redemption price of the Bonds is payable on presentation and surrender of the Bonds at the office of

Key Bank of Oregon, Inc.
Milwaukie Branch
10888 S.E. Main Street
Milwaukie, Oregon 97222

Interest on all Bonds or portions thereof which are redeemed shall cease to accrue on October 15, 1996.

The following Bonds are being redeemed:

<u>Principal Amnt</u>	<u>Date of Maturity (Oct. 15)</u>	<u>Bonds Numbered</u>	<u>Interest Rate</u>
\$ 30,000	1996	157-162	
\$ 30,000	1997	163-168	
\$ 30,000	1998	169-174	
\$ 30,000	1999	175-180	

By Order of City of Milwaukie

Key Bank of Oregon, Inc., , as Paying Agent

Dated-_____

Under the Interest and Dividend Tax Compliance Act of 1983, payor may be required to withhold 31% of the redemption price from any Bondowner who fails to provide to payor and certify under penalties of perjury, a correct taxpayer identifying number (employer identification number or social security number, as appropriate) or an exemption certificate on or before the date the Bonds are presented for payment. Bondowners who wish to avoid the application of these provisions should submit a completed Form W-9 when presenting their Bonds.